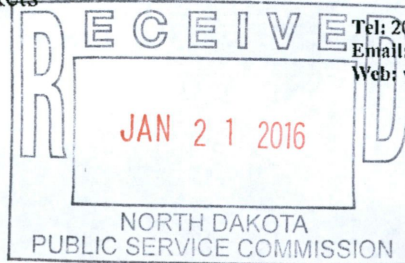


January 19, 2016

Patrick Fahn
Director Compliance & Competitive Markets
Public Service Commission
State of North Dakota
600 East Boulevard, Dept. 408
Bismark, North Dakota 58505-0480

TransCanada Corporation
1250 Eye Street, NW
Suite 225
Washington, DC, U.S. 20005

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VIA ELECTRONIC AND U.S. MAIL

Re: TransCanada Keystone Pipeline, LP; Case No. PU-06-421; Post-Construction Inspection Follow-Up

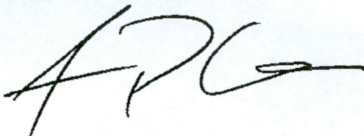
Dear Mr. Fahn:

TC Oil Pipeline Operations Inc. (TC Oil), operator of the Keystone Pipeline on behalf of TransCanada Keystone Pipeline, LP, is in receipt of the North Dakota Public Service Commission's (PSC) November 16, 2015 request for written confirmation that the actions identified in the January 2011 Final Inspection Reports prepared by the engineering firm Kadrmas Lee & Jackson have been completed.

By the attached table, TC Oil confirms the identified actions referenced in the PSC's letter that have been completed. For those items that have not yet been completed, TC Oil describes the actions and when those actions will be completed.

Please do not hesitate to call me if you have any questions or if additional information is required.

Respectfully submitted,



James P. White
Director, US Regulatory Law – Liquids
TransCanada Corporation

788 **PU-06-421** Filed: 1/21/2016 Pages: 3
Letter follow-up in response to Nov. 16, 2015 letter re post construction inspection

TransCanada Keystone Pipeline, LP
James White, Director, US Reg. Law

Mile Post	Request
3	Provide written confirmation to the Commission that there is no subsidence at Mile #3, 107 th Street NE.
	Response: Confirmed
4	Provide written confirmation to the Commission that cover crop at Mile #4, 106 St, NE is the same as the covering prior to construction.
	Response: Confirmed
7	Provide written confirmation to the Commission that low spots and ruts at Mile #7 103 rd Street NE are fixed.
	Response: Confirmed
18	Provide written confirmation to the Commission that cover crop at the wet area near Mile #18, 92 nd Street NE (north of Tongue River) has been established.
	Response: Confirmed
18	For the same area [as noted immediately above], provide written confirmation that any wet area that existed as a result of pipeline reclamation is contoured to drain away. (see picture 27).
	Response: Confirmed
19	Provide written confirmation to the Commission that a pipeline marker(s), if appropriate or required, exists at the private drive at Mile #19, 91 St NE (address of drive is 9035).
	Response: Confirmed
62	Provide written confirmation to the Commission that pipeline marker(s), if appropriate or required, exist on each side of the roadways at Mile #62, 49 th Street NE, and at Mile #93, 19 th Street NE, and County Road 20.
	Response: Confirmed presence of sign on south side of road. Sign on north side of the road will be installed as weather and ground condition permit installation of the post and sign.

95	Provide written confirmation to the Commission that cover is established at Mile #95, 17 th Street NE and that the cover has been replaced on the post at this mile marker sign.
	Response: Confirmed
122	At Mile #122, 10 th Street, S.E., Section #21, Township 144N, the pipe is starting to wind around sloughs and the mile markers on the map do not line up with the straight line miles.
	Response: Confirmed that the markers are accurately placed at this location.
124	Confirm that the map and markers are correctly aligned starting at Mile #124 as the map shows the markers to be one mile off through mile marker 135.
	Response: Confirmed. TC Oil compared the mile post locations contained in TransCanada's electronic GIS mapping system to the locations reflected in aerial imagery and determined that the milepost markers are correctly aligned and sequenced.
134	Provide written confirmation to the Commission that pipeline markers, if appropriate or required, exist on each side of the slough at Mile No. 134—which maybe Mile No. 135, at 22 nd Street, SE, Section Line 19, Township 124 N.
	Response: Confirmed that markers are appropriately placed and sequenced at these locations.
137	Provide written confirmation to the Commission that mile markers at mile #137 at 24 th Street, SE, Section #31, Township 142 N are visible.
	Response: TC Oil observed markers the location, but intends to install them on taller posts to improve their visibility as soon as weather and ground condition permit the installation of the new posts.
140	There still may be some marking issues at Mile Marker No. 140 which may be Mile Marker 139 as it is only 4 miles from mile marker 135. Similarly, Mile No. 141 through 146 do not line up with the map.
	Response: Confirmed that the mile markers are appropriately placed and sequenced at these locations. In some instances, the precise location of a mile marker would cause it to be located in an agricultural field. In order to avoid impacting the landowner's agricultural operations, the mile marker is installed as close as practicable outside of the cultivated area. In addition to verifying the map and mile marker alignment from MP 125-135, TC Oil also compared the aerial imagery and GIS mapping locations of MP 141-146 and confirmed that the milepost markers are correctly aligned.